LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **JANUARY 23, 2007**, upon the application of **DENBURY ONSHORE**, **LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the MA-1 Sand, Reservoir B, the MA-3 Sand, Reservoir A, and F, the MA-4 Sand, Reservoir A, the MA-5 Sand, Reservoir A, and the Rochon Sand, Reservoir B, in the Iberia Field, Iberia Parish, Louisiana.

MA-1 SAND, RESERVOIR B

- 1. To dissolve the existing MA-1 RB SUA, previously created by Office of Conservation Order No. 860-G-3, effective October 28, 1986, and simultaneously therewith, to create a revised unit designated MA-1 RB SUA, for the exploration for and production of oil and gas.
- 2. Except to the extent herein set forth, to confirm and continue in full force and effect the provisions of the 860-G Series of Office of Conservation Orders and applicable Statewide Orders.
- 3. To consider such other matters as may be pertinent.

The MA-1 Sand, Reservoir B was previously defined in Office of Conservation Order No. 860-G-3, effective October 28, 1986, and is hereby redefined as being that oil and gas bearing sand encountered between the depths of 8,617' and 8,660' (electrical log measurements) (8,580' and 8,619' - TVD) in the Denbury Onshore, LLC-Helis Enterprises No. 1 Well, located in Section 25, Township 12 South, Range 7 East, Iberia Parish, Louisiana.

MA-3 SAND, RESERVOIRS A AND F

- 1. To dissolve the existing IB MA-3 RA SU previously created by Office of Conservation Order No. 860-K-5, effective April 27, 1999, and simultaneously therewith, to create a revised reservoirwide unit designated IB MA-3 RA SU for the exploration for and production of oil and gas.
- 2. To create a single drilling and production unit for the exploration for and production of oil and gas from the MA-3 Zone, Reservoir F.
- 3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
- 4. To confirm and continue in effect the operator and unit well for the proposed revised IB MA-3 RA SU.
- 5. To provide that any wells drilled to the MA-3 Zone, Reservoir F, should be exempt from the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).
- 6. To provide that the Commissioner of Conservation should be authorized to reclassify the MA-3 Zone, Reservoir F, by supplemental order without the necessity of a public hearing should the producing characteristics of such reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 7. Except to the extent herein set forth, to confirm and continue in full force and effect the provisions of the 860-K Series of Office of Conservation Orders and applicable Statewide Orders.
- 8. To consider such other matters as may be pertinent.

IBERIA FIELD 07-56 thru 07-60

The Marginulina A-3 Sand, Reservoir A was fully defined in Office of Conservation Order No. 860-K, effective March 10, 1976.

The Marginulina A-3 Zone, Reservoir F, is hereby defined as being that oil and gas bearing zone encountered between the depths of 8,742' and 8,877' (electrical log measurements) (8,691' and 8,820'-TVD) in the Denbury Onshore, LLC-Helis Enterprises No. 1 Well, located in Section 25, Township 12 South, Range 7 East, Iberia Parish, Louisiana.

MA-4 SAND, RESERVOIR A

- 1. To dissolve the existing IB MA-4 RA SU previously created by Office of Conservation Order No. 860-M-1, effective April 27, 1999, and simultaneously therewith, to create a revised reservoirwide unit designated IB MA-4 RA SU for the exploration for and production of oil and gas.
- 2. To confirm and continue in effect the operator and unit well for the proposed revised IB MA-4 RA SU.
- 3. Except to the extent herein set forth, to confirm and continue in full force and effect the provisions of the 860-M Series of Office of Conservation Orders and applicable Statewide Orders.
- 4. To consider such other matters as may be pertinent.
- The Marginulina A-4 Sand, Reservoir A was fully defined in Office of Conservation Order No. 860-M, effective October 8, 1976.

MA-5 SAND, RESERVOIR A

- 1. To dissolve the existing IB MA-5 RA SU previously created by Office of Conservation Order No. 860-F-10, effective April 27, 1999, and simultaneously therewith, to create a revised reservoirwide unit designated IB MA-5 RA SU for the exploration for and production of oil and gas.
- 2. To confirm and continue in effect the operator and unit well for the proposed revised IB MA-5 RA SUA.
- 3. Except to the extent herein set forth, to confirm and continue in full force and effect the provisions of the 860-F Series of Office of Conservation Orders and applicable Statewide Orders.
- 4. To consider such other matters as may be pertinent.

The Marginulina A-5 Sand, Reservoir A was previously defined in Office of Conservation Order No. 860-F-1, effective March 10, 1976.

ROCHON SAND, RESERVOIR B

- 1. To create a single drilling and production unit for the exploration for and production of oil and gas from the Rochon Sand, Reservoir B.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate Denbury Onshore, LLC as operator and its Helis Enterprises No. 1 Well as unit well for the unit created herein.
- 4. To provide that any wells drilled to the Rochon Sand, Reservoir B, should be exempt from the spacing provisions of LAC 43:XIX.1901 et seq. (Statewide Order No. 29-E).

IBERIA FIELD 07-56 thru 07-60

5. To provide that the Commissioner of Conservation should be authorized to reclassify the Rochon Sand, Reservoir B, by supplemental order without the necessity of a public hearing should the producing characteristics of such reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.

6. To consider such other matters as may be pertinent.

The Rochon Sand, Reservoir B is hereby defined as being that oil and gas bearing sand encountered between the depths of 9,688' and 9,739' (electrical log measurements) in the Denbury Onshore, LLC-Helis Enterprises No. 1 Well, located in Section 25, Township 12 South, Range 7 East, Iberia Parish, Louisiana.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 12/15/06;12/21/06 L lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.